



Roundtable on Sustainable Palm Oil

RSPO NOTIFICATION OF PROPOSED NEW PLANTING

This notification shall be on the RSPO website for 30 days as required by the RSPO procedures for new plantings (<http://www.rspo.org/?q=page/535>). It has also been posted on local on-site notice boards.

Date of notification: 16 December 2014

Tick whichever is appropriate

| | |
|---|--|
| | This is a completely new development and stakeholders may submit comments. |
| √ | This is part of an ongoing planting and is meant for notification only. |

COMPANY : **BUMITAMA AGRI Ltd**
SUBSIDIARY (If any) : **PT GUNAJAYA KETAPANG SENTOSA**
RSPO Membership Number : 1-0043-07-000-00

Location of proposed new planting :

- Company name : PT Gunajaya Ketapang Sentosa
- Location : Villages of Seriam,
Sub district of Kendawangan, District of Ketapang,
Province of West Kalimantan, Indonesia.
- Geographical location : 02° 24' 08" - 02° 32' 14" S and 110° 10' 17" - 110° 13' 02" East
- Surrounding Entities :
 - a. North. Production Forest, PT. Putra Alam Lestari (Mining), oil palm plantation PT. Andes Sawit Lestari
 - b. South. Membuluh River, community's farm/ lands, settlement
 - c. West. oil palm plantation PT. Andes Sawit Lestari, Kendawangan River, Membuluh River, community's farm/ lands and settlement
 - d. East. Kediuk River, Kendawangan River, community's farm/ lands, oil palm plantation PT. Gunajaya Karya Gemilang Sentosa
- New Planting Area : 1,257 Ha
- Permits :
 - a. Deed of Company on behalf PT Gunajaya Ketapang Sentosa from Republic of Indonesia Ministry of Law and Human Rights based on Notary Eliwaty Tjitra S.H. Number 62 and Approval from Ministry of Justice and Human Rights C-18465.HT.01.01.TH.2004 dated on 23 July 2004.
 - b. Taxable letter Inauguration dated 16 April 2004 from Republic of Indonesia Ministry of Finance with tax number 02.355.987.5-064.000 on behalf PT Gunajaya Ketapang Sentosa,

c. **Location Permit:**

- Based on Ketapang Regency Decree No. 292 Year 2006 dated 3 October 2006 on Location Permit for Oil Palm Plantation Development PT Gunajaya Ketapang Sentosa for the area of 12,890 ha. Location permit is valid for 3 years.
- Ketapang Regency Decree No. 369/Year 2006 dated 7 October 2008 regarding “Change of Ketapang Regency Decree No. 292 Year 2006 dated 3 October 2006” for area of 12,890 ha and Location permit is valid for 3 years from the first Location Permit issued (3 October 2006). Location area at Kendawangan Sub-District, Ketapang District.
- Ketapang Regency Decree No. 22 Year 2010 dated 13 January 2010 on Extension of Location Permit for Oil Palm Plantation Cultivation to PT Gunajaya Ketapang Sentosa for the area of 11,310 ha. Location permit is valid for 12 month.

d. Plantation Business Permit (Izin Usaha Perkebunan/IUP).

- According to Ketapang Regency Decree No. 551.31/2239/01 DISBUN-D dated 4 September 2006 on Approval of Oil Palm Plantation Business (IUP) Permit at to PT.Gunajaya Ketapang Sentosa for 6,419 Ha of oil palm plantation and 20 Ton FFB/Hours plant located in Kendawangan Sub-district, Ketapang District.
- Renewal of Oil Palm Plantation Business (IUP) Permit at to PT.Gunajaya Ketapang Sentosa According to Ketapang Regency Decree No. 469 Year 2009 dated 4 December 2009 inform the location permitted for 10,500 Ha of oil palm plantation and 60 Ton FFB/Hours plant located in Kendawangan Sub-district, Ketapang District

e. Social Environment Impact Assessment/ Analisa Dampak Mengenai Lingkungan (SEIA/AMDAL).

- Environmental Management and Monitoring Document (Dokumen Pengelolaan dan Pemantauan Lingkungan Hidup/DPPL) Permit of Plantation Activities (Area ± 10,000 Ha) and the Palm Oil Processing Plant (Plant Capacity 60 Ton FFB/hour) by PT.Gunajaya Ketapang Sentosa in Ketapang District, West Kalimantan Province approved by West Kalimantan Governor Decree Number. 562/BLHD/2010 dated 13 December 2010.

f. Land Use Title (Hak Guna Usaha).

Based on Head of Republic of Indonesia National Land Agency Decree No. 85/HGU/BPN/RI/2011 dated 21 December 2011 for PT Gunajaya Ketapang Sentosa located in Banjarsari and Seriam Villages, Kendawangan Sub-district, Ketapang District, West Kalimantan. Land Use Title (HGU) certificate for total area of 7,665.81 Ha:

- 1) HGU number 01 dated 27 June 2012 for coverage area 5,393.54 ha valid until 21 December 2046 (35 years).
- 2) HGU number 02 dated 27 June 2012 for coverage area 2,272.27 ha valid until 21 December 2046 (35 years).

Figure 1. Location Map of PT. Gunajaya Ketapang Sentosa

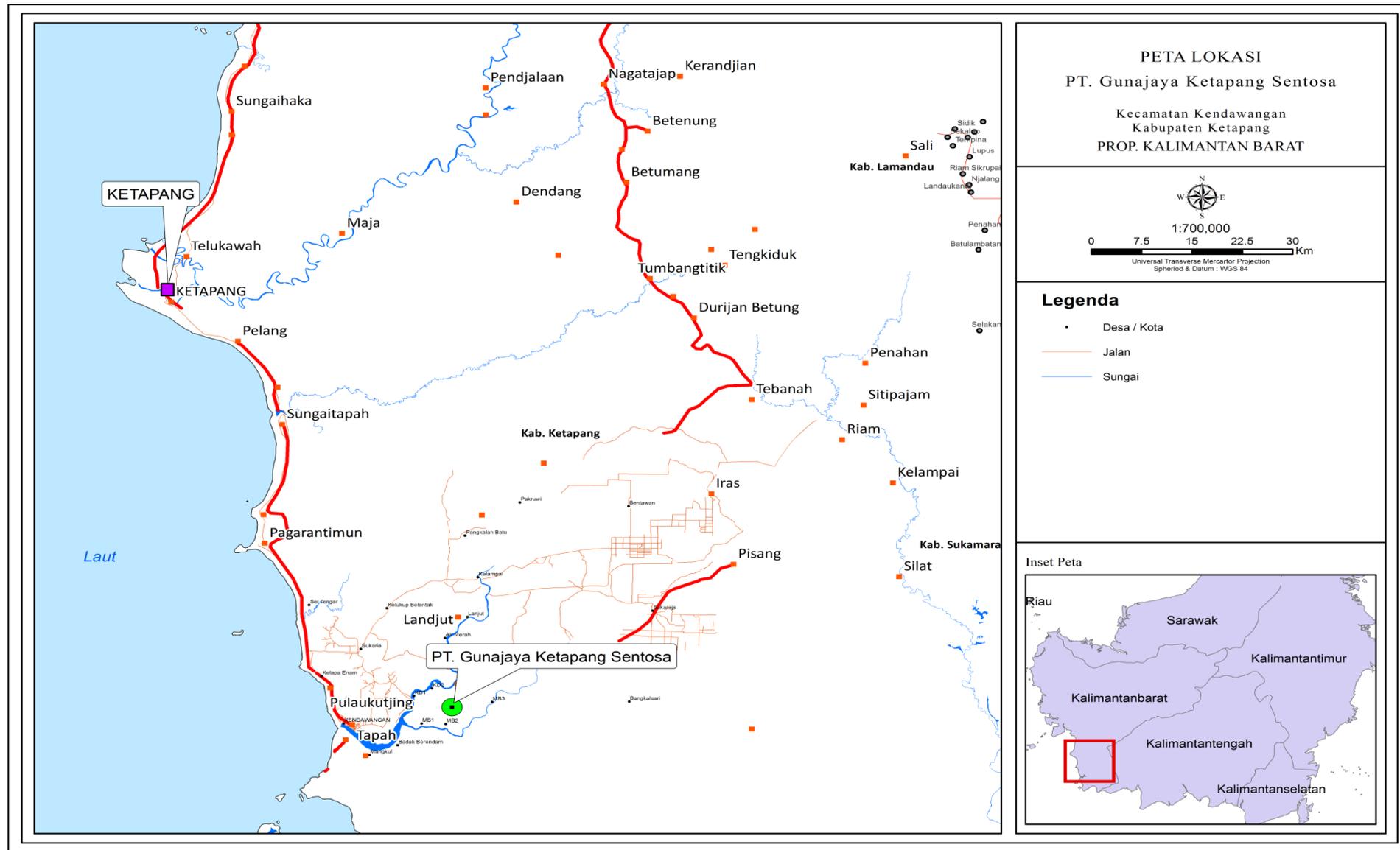


Figure 2. Location Permit Area Map of PT. Gunajaya Ketapang Sentosa

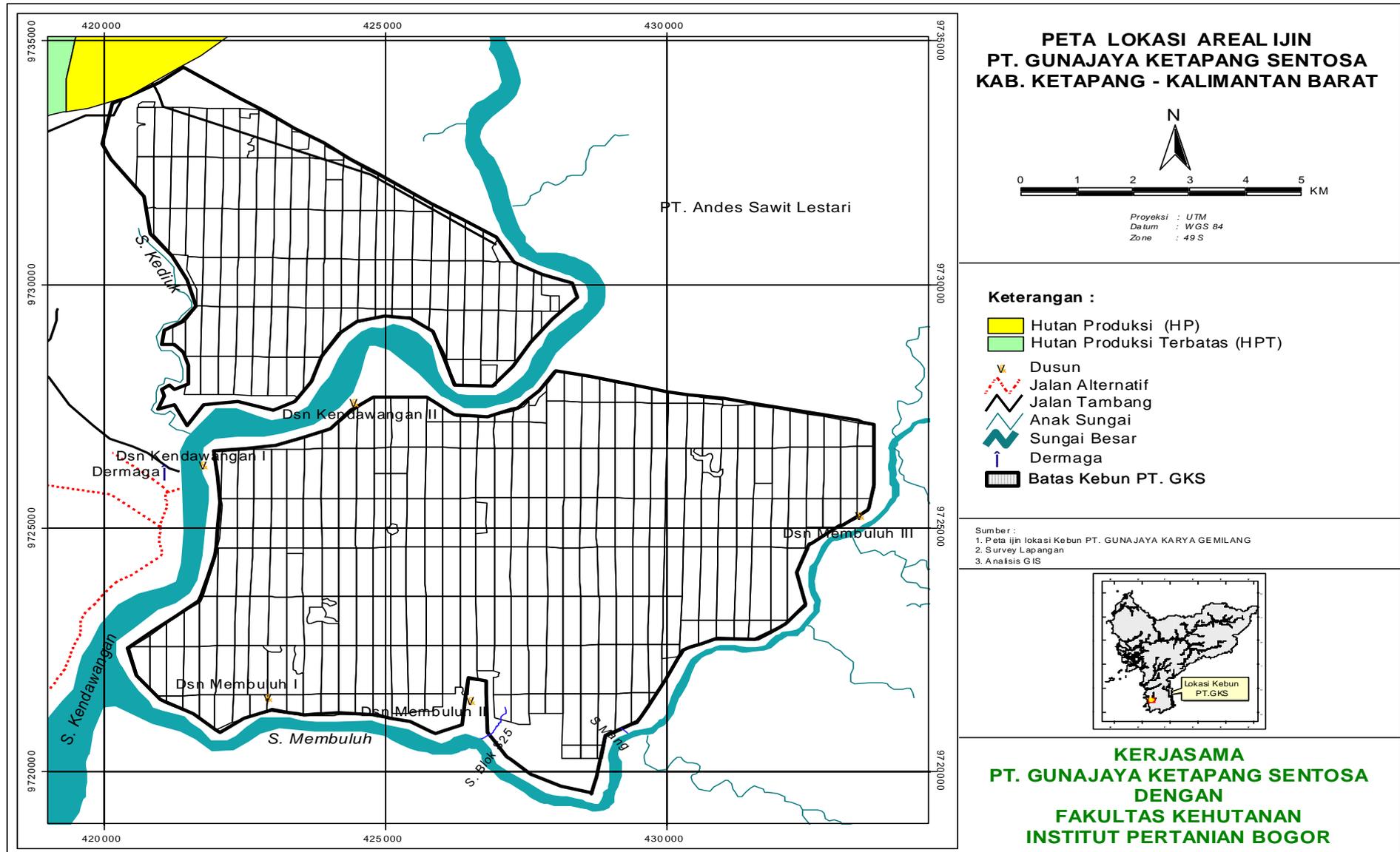


Figure 3. Over lay of Land Right Title (HGU) and planting area PT. Gunajaya Ketapang Sentosa

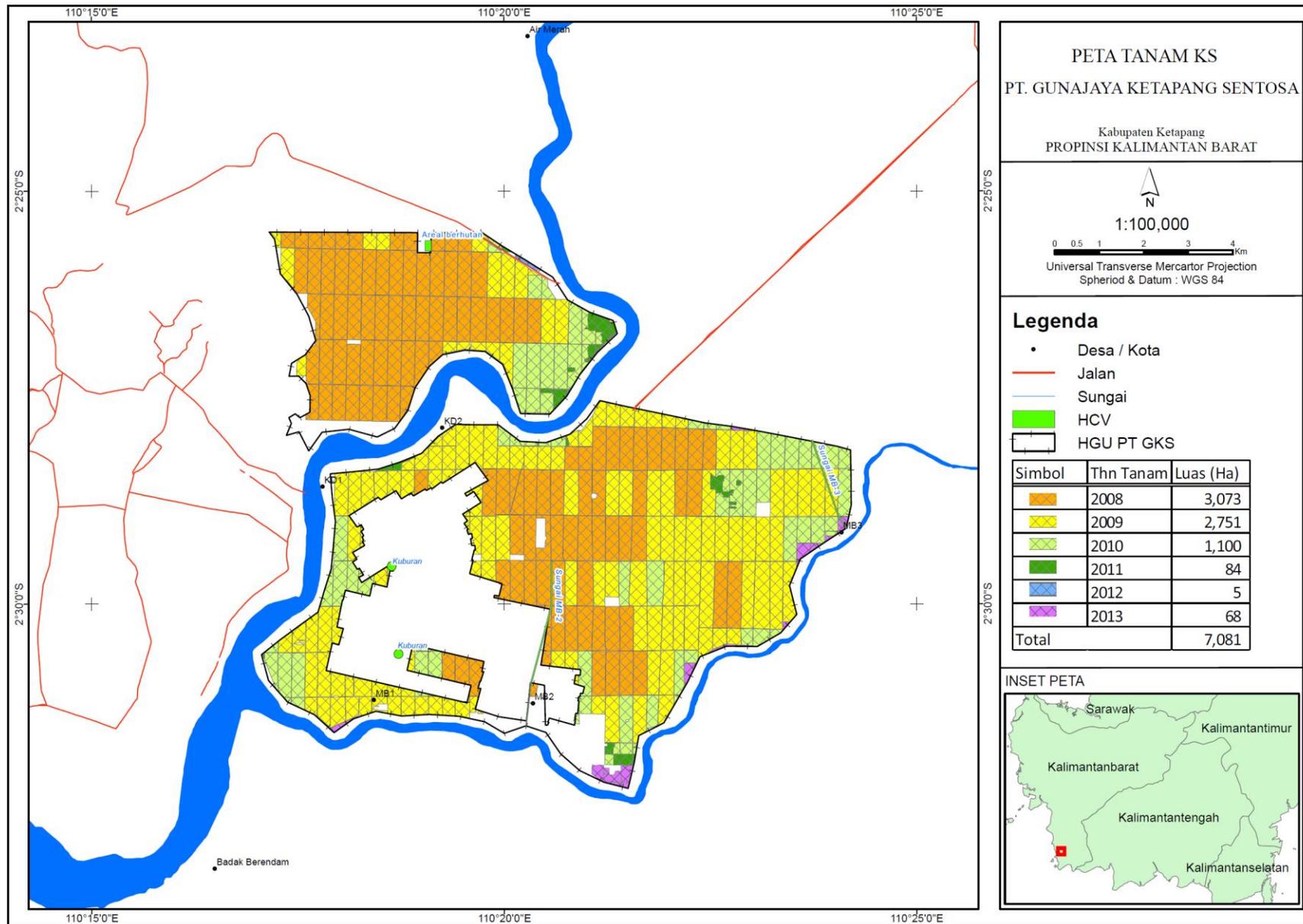


Figure 4. HCV Area Map of PT. Gunajaya Ketapang Sentosa

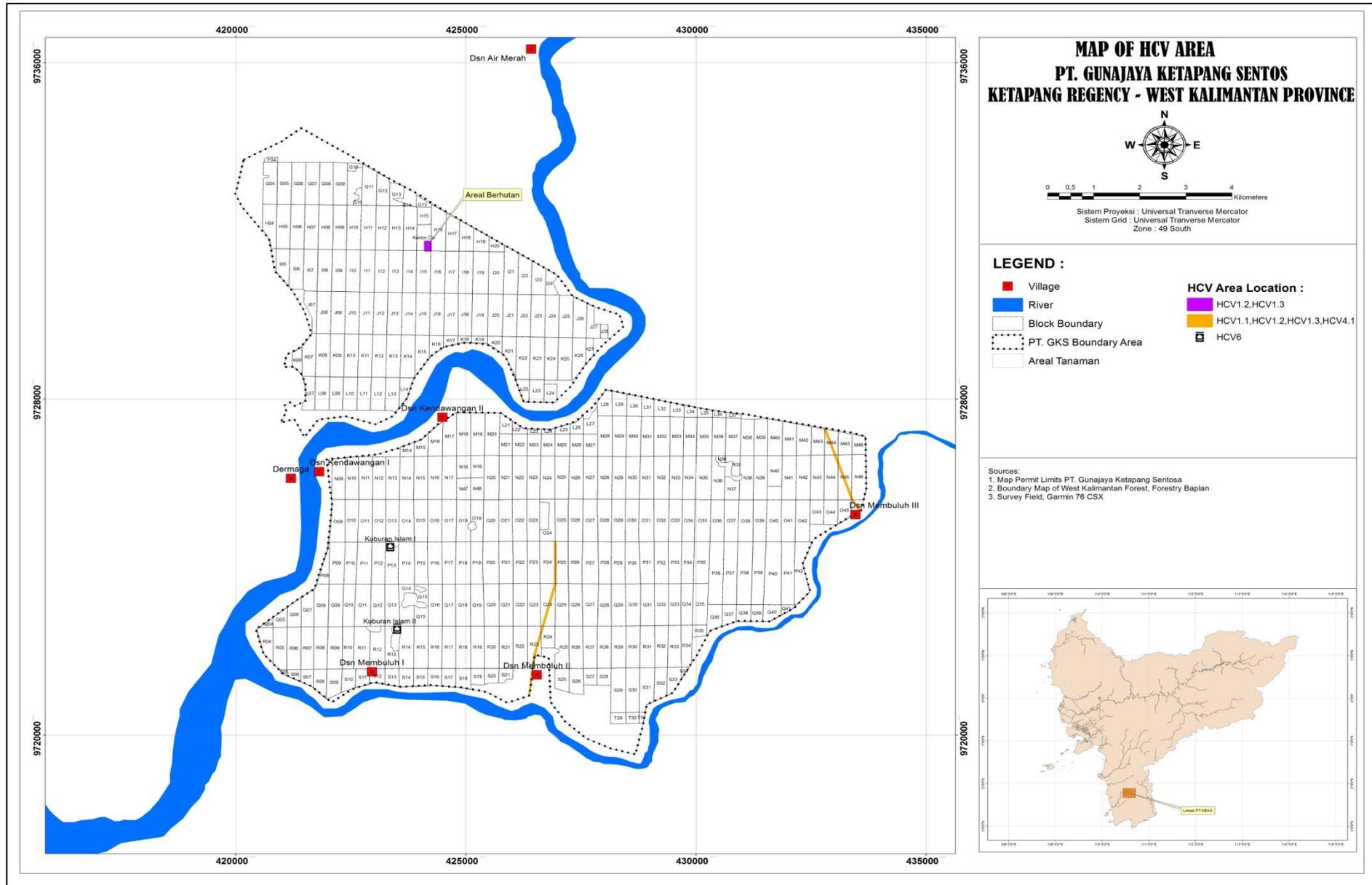


Figure 5. Land Cover Map of PT. Gunajaya Ketapang Sentosa

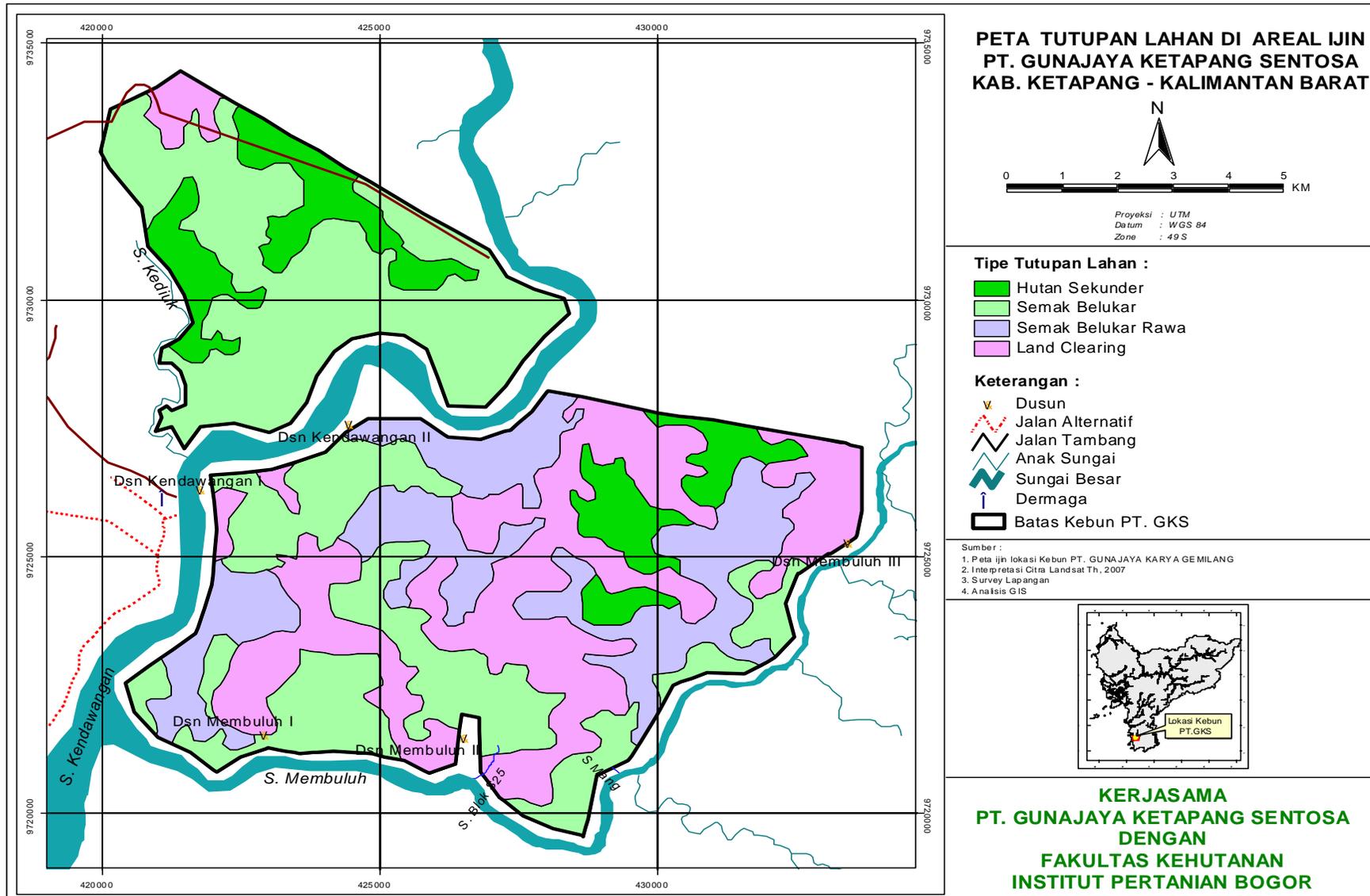


Figure 6. Soil Map of PT. Gunajaya Ketapang Sentosa

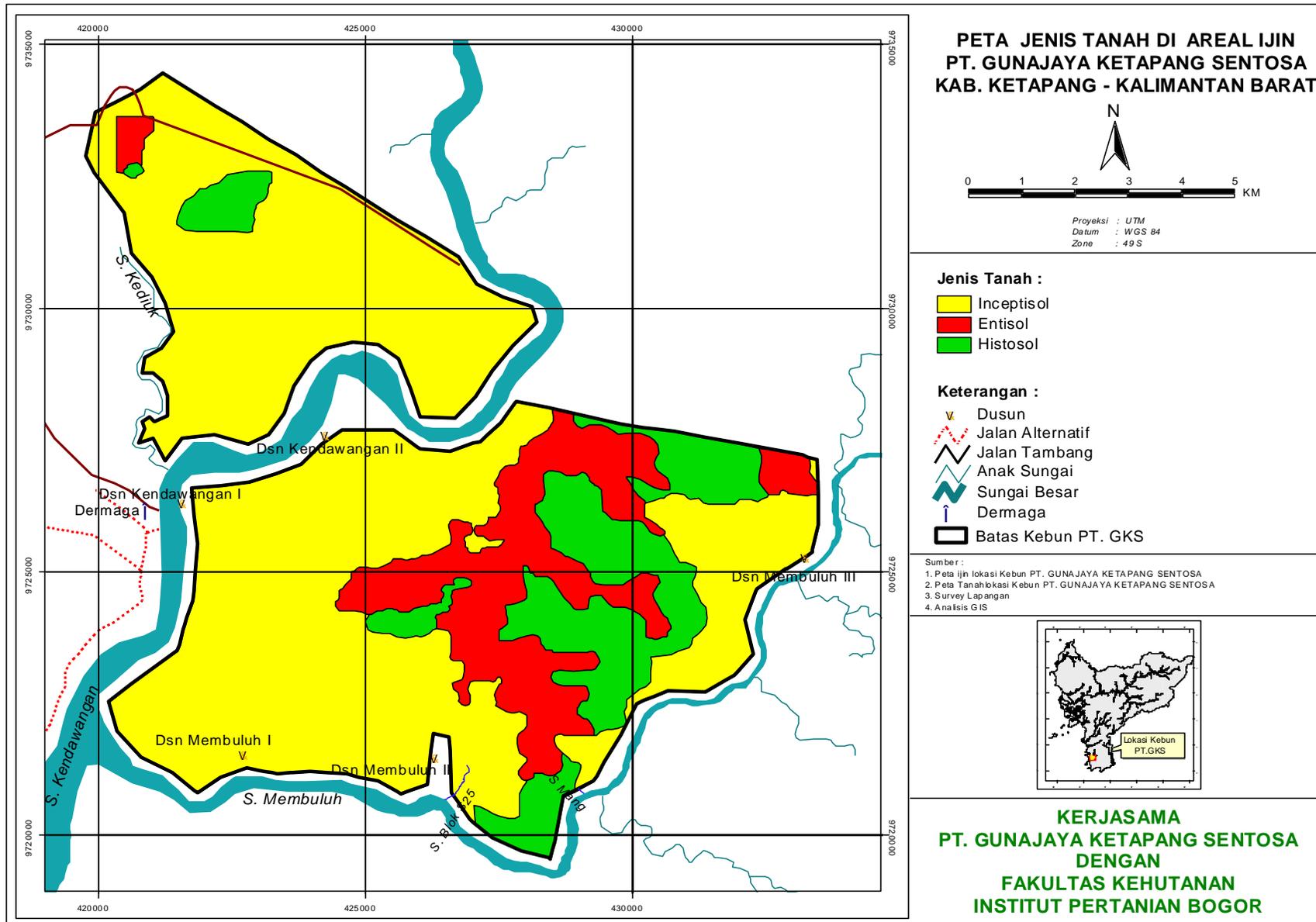


Table 1. Plantation Development Plan Map of PT. Gunajaya Ketapang Sentosa

| Potential Land (Ha) | Year Planting (Ha) | | | | | | TOTAL (Ha) |
|---------------------|--------------------|-------|-------|------|------|------|------------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | |
| 7,665.81 | 3,073 | 2,751 | 1,100 | 84 | 5 | 68 | 7,081 |

SUMMARY FROM SEI ASSESSMENTS:

A Participative PT Gunajaya Ketapang Sentosa Social Environmental Impact Assessment (SEIA) has been conducted separately. The Social Impact Assessment (SIA) conducted by RSPO approved HCV assessors Dr.Ir.H.Nyoto Santoso, MS as Team Leader on 2-15 April 2011 and the Environmental Impact Assessment (AMDAL) conducted by government accredited assessors.

The SEIA field work which included in-depth interviews, as well as Focus Groups Discussions (FGD) and direct observations. Main issue studied in the assessment is company profile and general condition of the plantation area covering Air Quality Decrease and Noise Quality Increase, River Water Quality Decrease, Soil Erosion, Land Fire Potency, Flora and Fauna Biodiversity, Job Opportunities, Community Income Generate, Community Health and Workers facilities. In general, the management strategy of social aspect should be aimed at 4 (four) main issues, namely: Settling tenure issues, Settling Plasma development issues, CSR programs and communications with stakeholder's issues

The assessment is also conducted to identify the demand of transparency aspect (principal 1) and legal compliance as well as applicable law (principal 2) stated in P&C RSPO Indonesia, community perception upon plantation, as well as the existence of conservation area based on HCV toolkit Indonesia.

The SEIA covered a review of documentary sources are collected through Focus Group Discussion (FGD), in-depth interview, government policy, and village profile data; besides, the assessment also covered field observation and public consultation meetings for the villages within the project area and for affected landowners of surrounding communities. Summaries and findings of the interviews and public consultation meetings are included in the EIA report.

SUMMARY FROM HCV ASSESSMENT(S):

HCV assessment of PT Gunajaya Ketapang Sentosa operational area conducted by the RSPO approved assessors :

Table 2. Key consultants HCV Assessment

| No. | Expert Name | Expertise/Position | Status |
|-----|-------------------------------|---|------------------|
| 1 | DR. IR. H. Nyoto Santoso, MS. | Team Leader Environment & Conservation Expert | Approved by RSPO |
| 2 | Ir. Siswoyo, M.Si. | Biodiversity (Flora) Expert | |
| 3 | Aep Hidayat, B.Sc., F | GIS Expert | |
| 4 | Rae Birumbo, S.Pi. | Socio Economic and Culture Expet | |
| 5 | Udi Kusdinar, S.Hut. | Socio Economic and Culture Expert | |
| 6 | Sulfan Ardiansyah, S.Hut | Biodiversity (Flora) Assistant Expert | |
| 7 | Husein Mukmin, S.Hut. | Biodiversity (Fauna/wildlife) Expert | |

The field observation conducted on 12, 13, 16-18 April 2011. The assessment activities contained through preparation, field survey, public consultation, peer review and final reporting.

The assessment included satellite imaginary analysis, collecting secondary data, extensive field surveys (mapping and landscaping, fauna aspect assessment, flora aspect assessment, Social culture economic aspects assessment) and public consultations with the communities living in the project area for example on Ketapang District, Kendawangan Sub-district, Seriam village. The HCV assessment report included recommendations for the management and improvement of the HCV found within the project area.

The HCV identified in the PT.Gunajaya Ketapang Sentosa operational area clearly mapped. Based on identification and analysis of HCV presence there are found HCV1.1, HCV1.2, HCV1.3, HCV4.1, and HCV6 with total area coverage of 19.56 ha (0.194% from the total concession area of 10,068.56 Ha). No area supporting HCV 2, HCV 3 and HCV5 are identified. Location Plan and the area to be open was not in the area of primary forest. This area is also on the Land Alocated for Other Purposes (APL/Areal Penggunaan Lain).

Table 3. Identification and Analysis of HCVs Presence (HCV1-6) in the Area of PT. Gunajaya Ketapang Sentosa

| HCV Component | HCV Exist? Y/N | HCV Area | Area (Ha) |
|--|-------------------|--|--|
| HCV 1. Areas with Important Levels of Biodiversity | | | |
| 1.1. Areas that Contain or Provide biodiversity Support Function to Protection or Conservation Areas | Y | <ul style="list-style-type: none"> • Canal restricted area MB-2 • Canal restricted area MB-3 | <ul style="list-style-type: none"> • 9.90 • 6.37 |
| 1.2. Critically Endangered Species | Y | <ul style="list-style-type: none"> • Canal restricted area MB-2 • Canal restricted area MB-3 • Forest area of Block H15 | <ul style="list-style-type: none"> • *) • *) • 3.19 |
| 1.3. Areas that Contain Habitat for Viable Populations of Endangered, Restricted Range or Protected Species | Y | <ul style="list-style-type: none"> • Canal restricted area MB-2 • Canal restricted area MB-3 | <ul style="list-style-type: none"> • *) • *) |
| 1.4. Areas that Contain Habitat of Temporary Use by Species or Congregations of Species | N | - | |
| HCV 2. Natural Landscapes & Dynamics | | | |
| 2.1. Large Natural Landscapes with Capacity to Maintain Natural Ecological Processes and Dynamics | N | - | |
| 2.2. Areas that Contain Two or More Contiguous Ecosystems | N | - | |
| 2.3. Areas that Contain Representative Populations of Most Naturally Occurring Species | N | - | |
| HCV 3. Rare or Endangered Ecosystems | N | - | |
| HCV 4. Environmental Services | | | |
| 4.1 Areas or Ecosystems Important for the Provision of Water and Prevention of Floods for Downstream communities | Y | <ul style="list-style-type: none"> • Canal restricted area MB-2 • Canal restricted area MB-3 | <ul style="list-style-type: none"> • *) • *) |
| 4.2. Areas Important for the Prevention of Erosion and Sedimentation | N | - | |
| 4.3. Areas that Function as Natural Barriers to the Spread of Forest or Ground Fire | N | - | |
| HCV5. Natural Areas Critical for Meeting the Basic Needs of Local People | N | - | |
| HCV6. Areas Critical for Maintaining the Cultural Identity of Local Communities | Y | <ul style="list-style-type: none"> • Moslem Cemetery 1 • Moslem Cemetery 2 | <ul style="list-style-type: none"> • 0.05 • 0.05 |
| Total HCV areas | | | 19.56 |

DOCUMENTATION OF FREE, PRIOR AND INFORMED CONSENT

1. In accordance with RSPO requirements PT Gunajaya Ketapang Sentosa obtained free, prior and informed consent from the local community that would be affected by the development of the concession area or land that would be opened. Available evidence of the land acquisitions process on the operational area of PT Gunajaya Ketapang Sentosa with an area of 8,605.59 ha from period of 2011 until 2013. All documentations of all land acquisitions were available.

- Minutes of Land Submission (Berita Acara Pembayaran Ganti Rugi/Pembebasan Lahan)
- Land submission statement (Surat Pernyataan Penyerahan Lahan).
- Payment Receipt (Tanda Terima Pembayaran)
- Land submission statement (Surat Penyerahan Tanah)
- Agrrement of Land Right Release (Surat Perjanjian Pelepasan Hak Penguasaan Atas Lahan)
- Location Map (Peta Lokasi yang disepakati kedua belah pihak)
- Land Tenure Statement Letter (Surat Pernyataan Penggarapan Lahan)

2. Interview with local community on PT Gunajaya Ketapang Sentosa project area

The results of interviews with local people (Seriam Villagers) known that the process of socialization and land acquisition for the PT Gunajaya Ketapang Sentosa project area conducted with free prior and informed consent. The communities accept the Oil Palm Plantation development plan.

SUMMARY OF PLANS:

The management plan of PT Gunajaya Ketapang Sentosa has incorporated the findings from EIA (AMDAL), Social Impact Assessment (SIA) and HCV assessment for implementing the operational plans. Recommendations and also conclusion as result of EIA and HCV has integrated in the management plan and consistent with RSPO P&C for New Plantings.

VERIFICATION STATEMENT:

Land development of PT Gunajaya Ketapang Sentosa has been carried out since 2007 prior to HCV Assessment; the company has made voluntary disclosure of liability in July 2014 on areas cleared without prior HCV Assessment; and the company is in the process of, and taking the necessary steps as required in accordance to the RSPO remediation and compensation procedure.

PT Gunajaya Ketapang Sentosa opted for a document and field verification to conduct the New Planting Procedure. Mutuagung Lestari auditors have conducted desk study and discussions with sustainability officers during the desk verification. Two Mutuagung Lestari auditors were conducted the verification on 15 to 16 March 2014 to review and verify the relevant document, interview with local villagers, field observation of HCV area and also interview with the management representatives.

The EIA (AMDAL) conducted by the government approved consultants as well as the HCV and SIA assessments conducted by RSPO accredited and approved assessors. PT Gunajaya Ketapang Sentosa has adhered to RSPO New Planting Procedure and documented the assessments and plans are comprehensive and professionally carried out according to RSPO requirements and comply with the applicable RSPO Principles, Criteria and indicators for new plantings.

Signed for, on behalf of,

Mutuagung Lestari



Octo HP Nainggolan

Lead Auditor

14 December 2014

PT Gunajaya Ketapang Sentosa

A blue ink signature is written over the text 'PT Gunajaya Ketapang Sentosa'.

Bremen Yong

Corporate Sustainability Group Dept. Head

18 December 2014